

RELEASED IN FULL

THE DEPUTY SECRETARY OF STATE
WASHINGTON


January 31, 2012

Re: Denial of Permit Application

Dear Ms. Delkus:

This letter is to inform you that, as directed by the President in his January 18, 2012, memorandum regarding the Keystone XL pipeline (Enclosure 1) and the related Report to Congress (Enclosure 2), the Application of TransCanada Keystone Pipeline, L.P. for a Presidential Permit Authorizing the Construction, Operation, and Maintenance of Pipeline Facilities for the Importation of Crude Oil to be located at the United States-Canada Border, received by the Department of State on September 19, 2008, is denied.

Sincerely,



William J. Burns

Enclosures:
As Stated.

Ms. Kristine L. Delkus
TransCanada PipeLines Limited
Deputy General Counsel
Pipelines and Regulatory Affairs
450 1st Street, S.W.
Calgary, Alberta
Canada T2P 5H1